# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:6075
ANSWERED ON:31.08.2001
CENTRAL EXCISE DUTY EXEMPTION TO NORTH EASTERN STATES
A. KRISHNASWAMY

**Will the Minister of FINANCE be pleased to state:**

(a) whether Central Excise Duty Exemption Scheme introduced in the North-East is functioning satisfactorily;

(b) if so, whether the CAG has expressed its dissatisfaction on the present working of this scheme in North-East;

(c) if so, the details thereof;

(d) whether functioning of Central Excise Duty Exemption Scheme is resulted into heavy losses to the Government Exchequer;

(e) if so, whether the Government are aware of the enterprises that are resorting to this evasion of excise duty;

(f) if so, the details of the study conducted by the Government in this regard; and

(g) if not, the remedial measures taken/being taken by the Government in this regard?

## Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) The scheme, as it exists at present, is working satisfactorily.

(b) No Sir.

(c) Does not arise in view of (b) above.

(d), (e), (f) & (g) No cases of evasion of excise duty on account of misuse of the exemption scheme as it exists after 1.3.2001 have been reported. As such the question of heavy losses does not arise. So also the question of any remedial measures.